

Schedules

Schedule of Revenues and Other Financing Sources (Uses) - Governmental Funds

For the Fiscal Year Ended June 30, 2004
(expressed in thousands)

	General	Higher Education Special Revenue	Higher Education Endowment	Nonmajor Governmental Funds	Total
Taxes:					
Retail sales	\$ 5,785,787	\$ -	\$ -	\$ 55,242	\$ 5,841,029
Business and occupation	2,071,161	-	-	59,547	2,130,708
Use (compensating)	388,559	-	-	5,249	393,808
Motor vehicle and fuel	-	-	-	925,723	925,723
Liquor, beer, and wine	100,187	-	-	44,190	144,377
Cigarette and tobacco	62,154	-	-	290,372	352,526
Insurance premiums	217,560	-	-	128,054	345,614
Public utility	318,215	-	-	11,557	329,772
Property	1,392,963	-	-	134,245	1,527,208
Motor vehicle excise	(99)	-	-	(492)	(591)
Other excise	623,050	-	-	64,871	687,921
Gift and inheritance	139,855	-	-	-	139,855
Other taxes	178,459	-	-	156,642	335,101
Subtotal	11,277,851	-	-	1,875,200	13,153,051
Tax Credits:					
Business and occupation	(52,443)	-	-	-	(52,443)
Use (compensating)	(338)	-	-	-	(338)
Other tax credits	(18)	-	-	-	(18)
Total Taxes	11,225,052	-	-	1,875,200	13,100,252
Licenses, Permits, and Fees:					
Business and professions	55,053	-	-	77,070	132,123
Hunting and fishing	1,685	-	-	27,696	29,381
Motor vehicle	3,577	505	-	330,161	334,243
Motor vehicle operators	1	-	-	47,811	47,812
Other fees	15,197	-	-	106,816	122,013
Total Licenses, Permits, and Fees	75,513	505	-	589,554	665,572
Federal Grants-In-Aid:					
Department of Health and Human Services	4,105,652	508,480	-	1,578	4,615,710
Department of Labor	140,767	183	-	109,887	250,837
Department of Agriculture	744,766	29,836	-	90,173	864,775
Department of Transportation	1,535	2,760	-	478,389	482,684
Department of Education	540,366	245,164	-	85	785,615
Other federal grants-in-aid	383,696	218,602	-	99,635	701,933
Total Federal Grants-In-Aid	5,916,782	1,005,025	-	779,747	7,701,554
Charges For Services:					
Tuition and student fees	-	858,985	-	31,285	890,270
Other charges	44,504	173,331	7	430,283	648,125
Total Charges For Services	44,504	1,032,316	7	461,568	1,538,395
Miscellaneous Revenue:					
Investment income	4,795	66,533	188,578	34,494	294,400
Timber sales	5,465	-	8,256	125,933	139,654
Fines and forfeitures	2,137	5,706	2	101,482	109,327
Other contracts and grants	253,180	491,978	-	12,413	757,571
Other	82,508	117,067	49,439	390,247	639,261
Total Miscellaneous Revenue	348,085	681,284	246,275	664,569	1,940,213
Total Revenues	17,609,936	2,719,130	246,282	4,370,638	24,945,986
Other Financing Sources (Uses):					
Bonds issued	-	-	-	1,167,659	1,167,659
Refunding bonds issued	-	-	-	456,675	456,675
Payment to refunded bond escrow agent	-	-	-	(481,000)	(481,000)
Notes issued	4,960	11,475	-	1,680	18,115
Bond issue premium (discount)	-	8	-	70,873	70,881
Transfers in	308,108	207,913	4,230	1,579,648	2,099,899
Transfers (out)	(895,006)	(250,539)	(43,624)	(674,459)	(1,863,628)
Capital lease acquisitions	44	-	-	-	44
Total Other Financing Sources (Uses)	(581,894)	(31,143)	(39,394)	2,121,076	1,468,645
Total Revenues and Other Financing Sources (Uses)	\$ 17,028,042	\$ 2,687,987	\$ 206,888	\$ 6,491,714	\$ 26,414,631

Schedule of Expenditures - Governmental Funds

For the Fiscal Year Ended June 30, 2004
(expressed in thousands)

	General	Higher Education Special Revenue	Higher Education Endowment	Nonmajor Governmental Funds	Total
By Function:					
General government	\$ 550,916	\$ -	\$ -	\$ 1,566,463	\$ 2,117,379
Human services	9,033,321	-	-	1,033,163	10,066,484
Natural resources and recreation	280,941	-	-	439,554	720,495
Transportation	28,151	426	-	2,085,506	2,114,083
Education	6,986,804	2,676,335	24	919,529	10,582,692
Total Expenditures	\$ 16,880,133	\$ 2,676,761	\$ 24	\$ 6,044,215	\$ 25,601,133
By Object:					
Salaries and wages	\$ 2,359,593	\$ 1,041,601	\$ 4	\$ 864,661	\$ 4,265,860
Employee benefits	522,158	335,629	1	188,146	1,045,934
Personal services	78,342	24,965	-	43,109	146,416
Goods and services	992,833	619,259	10	624,787	2,236,890
Travel	36,503	57,818	5	29,626	123,952
Subtotal	3,989,429	2,079,273	20	1,750,329	7,819,051
Grants and Subsidies:					
K-12 basic education	5,623,196	-	-	258,820	5,882,016
Public assistance	6,344,661	-	-	433,611	6,778,272
Other miscellaneous	818,438	481,994	4	1,067,718	2,368,154
Total Grants and Subsidies	12,786,295	481,994	4	1,760,149	15,028,442
Intergovernmental	26,678	-	-	302,847	329,525
Capital Outlays:					
Equipment	28,275	49,127	-	29,351	106,752
All other	39,196	52,810	-	1,342,937	1,434,944
Total Capital Outlays	67,471	101,937	-	1,372,288	1,541,696
Debt Service:					
Principal	10,140	9,247	-	395,341	414,728
Interest	120	4,310	-	463,261	467,691
Total Debt Service	10,260	13,557	-	858,602	882,419
Total Expenditures	\$ 16,880,133	\$ 2,676,761	\$ 24	\$ 6,044,215	\$ 25,601,133

Workers' Compensation Fund - Basic Plan

Claims Development Information

Fiscal Years 1995 through 2004 (expressed in millions)

The table below illustrates how the fund's earned revenues (net of reinsurance) and investment income compare to the related costs of losses (net of loss assumed by reinsurers) and other expenses assumed by the fund as of the end of each of the last ten fiscal years.

The rows of the table are defined as follows:

1. This line shows each fiscal year's earned contribution revenues and investment revenues.
2. This line shows the fund's incurred claims (both paid and accrued) as originally reported at the end of the first year in which the event that triggered coverage under the contract occurred (called policy year).
3. This section shows the cumulative amounts paid as of the end of successive years for each policy year.
4. This section shows how each policy year's incurred claims increased or decreased as of the end of successive years. This annual reestimation results from new information received on known claims, reevaluation of existing information on known claims, and emergence of new claims not previously known.
5. This line compares the latest reestimated incurred claims amount to the amount originally established (line 2) and shows whether this latest estimate of claims cost is greater or less than originally thought. As data for individual policy years mature, the correlation between original estimates and reestimates is commonly used to evaluate the accuracy of incurred claims currently recognized in less mature policy years.

The columns of the table show data for successive fiscal years.

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
1. Net earned required contribution and investment revenues	\$ 1,385	\$ 1,274	\$ 1,257	\$ 2,013	\$ 927	\$ 1,057	\$ 1,449	\$ 1,197	\$ 2,111	\$ 1,337
2. Estimated incurred claims and expenses, end of policy year	1,637	1,620	1,681	1,700	1,732	1,902	1,925	2,124	2,284	2,505
3. Paid (cumulative) as of:										
End of policy year	183	192	191	196	205	218	230	226	233	244
One year later	389	396	409	420	438	473	494	500	501	
Two years later	494	502	522	545	564	608	646	653		
Three years later	561	568	596	627	643	706	747			
Four years later	607	617	651	684	707	777				
Five years later	644	658	693	731	758					
Six years later	676	692	731	770						
Seven years later	703	721	763							
Eight years later	728	746								
Nine years later	750									
4. Reestimated incurred claims and expenses:										
End of policy year	1,637	1,620	1,681	1,700	1,732	1,902	1,925	2,124	2,284	2,505
One year later	1,533	1,565	1,602	1,627	1,690	1,838	1,963	2,158	2,277	
Two years later	1,493	1,507	1,553	1,651	1,694	1,913	2,067	2,277		
Three years later	1,459	1,455	1,575	1,643	1,770	1,977	2,226			
Four years later	1,425	1,500	1,576	1,678	1,794	2,088				
Five years later	1,438	1,466	1,601	1,690	1,839					
Six years later	1,413	1,471	1,593	1,687						
Seven years later	1,392	1,456	1,575							
Eight years later	1,389	1,429								
Nine years later	1,323									
5. Increase (decrease) in estimated incurred claims and expenses from end of policy year	(314)	(191)	(106)	(13)	107	186	301	153	(7)	

Source: Washington State Department of Labor and Industries

Workers' Compensation Fund - Supplemental Pension Plan Claims Development Information

Fiscal Years 1995 through 2004 (expressed in millions)

The table below illustrates how the fund's supplemental pension cost-of-living adjustments earned revenues (net of reinsurance) and investment income compare to the related costs of losses (net of loss assumed by reinsurers) as of the end of the last ten fiscal years. The unallocated and other expenses of this plan are paid by the Workers' Compensation Basic Plan. This claims development information is reported separate from the basic plan for the following reasons:

- (1) This plan covers self-insured, while the basic does not.
- (2) This plan is not experienced rated while the basic plan is.
- (3) Statutes restrict the funding of this plan to expected payments of the current year.

The rows of the table are defined as follows:

1. This line shows each fiscal year's earned contribution revenues and investment revenues.
2. This line shows the fund's incurred claims (both paid and accrued) as originally reported at the end of the first year in which the event that triggered coverage under the contract occurred (called policy year).
3. This section shows the cumulative amounts paid as of the end of successive years for each policy year.
4. This section shows how each policy year's incurred claims increased or decreased as of the end of successive years. This annual reestimation results from new information received on known claims, reevaluation of existing information on known claims, and emergence of new claims not previously known.
5. This line compares the latest reestimated incurred claims amount to the amount originally established (line 2) and shows whether this latest estimate of claims cost is greater or less than originally thought. As data for individual policy years mature, the correlation between original estimates and reestimates is commonly used to evaluate the accuracy of incurred claims currently recognized in less mature policy years.

The columns of the table show data for successive fiscal years.

	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
1. Net earned required contribution and investment revenues	\$ 168	\$ 173	\$ 154	\$ 170	\$ 193	\$ 225	\$ 267	\$ 281	\$ 293	\$ 288
2. Estimated incurred claims and expenses, end of policy year	757	751	795	790	548	635	628	807	1,029	1,228
3. Paid (cumulative) as of:										
End of policy year	-	-	-	-	-	-	-	-	-	-
One year later	1	3	4	6	7	8	5	2	5	
Two years later	4	8	11	14	12	12	8	11		
Three years later	6	9	13	17	18	17	22			
Four years later	9	14	20	24	24	30				
Five years later	14	20	27	30	37					
Six years later	19	26	34	41						
Seven years later	25	33	40							
Eight years later	31	37								
Nine years later	41									
4. Reestimated incurred claims and expenses:										
End of policy year	757	751	795	790	548	635	628	807	1,029	1,228
One year later	732	793	812	527	666	730	786	945	1,045	
Two years later	760	792	610	727	754	844	910	1,046		
Three years later	760	633	753	798	860	959	1,064			
Four years later	621	754	817	860	932	1,099				
Five years later	704	773	864	924	1,034					
Six years later	715	790	898	971						
Seven years later	692	810	936							
Eight years later	764	814								
Nine years later	681									
5. Increase (decrease) in estimated incurred claims and expenses from end of policy year	(76)	63	141	181	486	464	436	239	16	

Source: Washington State Department of Labor and Industries

Workers' Compensation Fund

Reconciliation of Claims Liabilities by Plan

Fiscal Years 2004 and 2003 (expressed in thousands)

The schedule below presents the changes in claims liabilities for the past two fiscal years for the fund's two benefit plans: Workers' Compensation Basic Plan and Workers' Compensation Supplemental Pension Plan.

	Basic Plan		Supplemental Pension Plan		Grand Total	
	FY 2004	FY 2003	FY 2004	FY 2003	FY 2004	FY 2003
Unpaid claims and claim adjustment expenses at beginning of year	\$ 7,997,273	\$ 7,696,421	\$ 7,866,579	\$ 7,186,678	\$ 15,863,852	\$ 14,883,099
Incurred claims and claim adjustment expenses:						
Provision for insured events of the current year	1,382,174	1,310,069	390,374	326,067	1,772,548	1,636,136
Increase (decrease) in provision for insured events of prior years	228,262	202,887	266,696	650,524	494,958	853,411
Total incurred claims and claim adjustment expenses	1,610,436	1,512,956	657,070	976,591	2,267,506	2,489,547
Payments:						
Claims and claim adjustment expenses attributable:						
To events of the current year	244,334	232,797	-	-	244,334	232,797
To insured events of prior years	1,001,817	979,307	294,109	296,690	1,295,926	1,275,997
Total payments	1,246,151	1,212,104	294,109	296,690	1,540,260	1,508,794
Total unpaid claims and claim adjustment expenses at fiscal year end	\$ 8,361,558	\$ 7,997,273	\$ 8,229,540	\$ 7,866,579	\$ 16,591,098	\$ 15,863,852

Source: Washington State Department of Labor and Industries

Claims Liability Development by Program

Fiscal Year 2004 (expressed in thousands)

Claim liabilities are discounted and adjusted to present an appropriate settlement or carrying value. The schedule below presents the discounts and adjustments to claim liabilities for the current fiscal year.

Program/Category	Undiscounted Liabilities	Discount Rate	Discounted Liabilities	Provision For Settlement Value Uncertainty (4.0%)	Overpayment Adjustments	Carrying Value
Benefit Reserves:						
Accident	\$ 3,649,382	4.0%	\$ 3,049,961	\$ 121,999	\$ 12,271	\$ 3,184,231
Medical Aid	5,104,240	4.0%	2,597,954	103,918	1,680	2,703,552
Pensions	8,522,895	6.5%	2,094,403	-	1,469	2,095,872
Supplemental Pension (COLA)	18,406,000	4.0%	8,220,000	-	9,540	8,229,540
Sub-Total Benefits	35,682,517		15,962,318	225,917	24,960	16,213,195
Claims Admin Expense (CAE)Reserves	572,390	4.0%	363,368	14,535	-	377,903
Total Benefits and CAE Reserves	\$ 36,254,907		\$ 16,325,686	\$ 240,452	\$ 24,960	\$ 16,591,098

Source: Washington State Department of Labor and Industries